

BY repealing and reenacting, with amendments,

Article - Commercial Law

Section 12-103(e), 12-401(i), 12-404(c), 12-405(a)(1),
12-407.1(b), 12-901(d), 12-1001(d), and 12-1005(a)

Annotated Code of Maryland

(1983 Replacement Volume and 1984 Supplement)

BY repealing and reenacting, with amendments,

Article - Financial Institutions

Section 12-301(g) and 12-302

Annotated Code of Maryland

(1980 Volume and 1984 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Commercial Law

12-103.

(e) (1) A lender may charge interest at any rate if the loan is:

(i) A loan made to a corporation; [or]

(ii) A commercial loan in excess of \$5,000 \$15,000[.] NOT SECURED BY RESIDENTIAL REAL PROPERTY; OR

(III) A COMMERCIAL LOAN IN EXCESS OF \$75,000 \$50,000 \$75,000 SECURED BY RESIDENTIAL REAL PROPERTY.

(2) Commercial loans to individuals secured by residential real property shall comply with the provisions of § 12-407.1 of the Commercial Law Article.

(3) AS USED IN THIS SUBSECTION, RESIDENTIAL REAL PROPERTY IS OWNER-OCCUPIED PROPERTY HAVING A DWELLING ON IT DESIGNATED PRINCIPALLY AS A RESIDENCE WITH ACCOMMODATIONS FOR NOT MORE THAN 4 FAMILIES.

~~(4) -- NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (1) OF THIS SUBSECTION, A STATE OR FEDERALLY CHARTERED BANK, TRUST COMPANY, SAVINGS BANK, OR SAVINGS AND LOAN ASSOCIATION MAY CHARGE INTEREST AT ANY RATE IF THE LOAN IS:~~

~~(i) -- A LOAN MADE TO A CORPORATION, OR~~

~~(ii) -- A COMMERCIAL LOAN IN EXCESS OF \$5,000.~~

12-401.